SOURCES DECLASS TO ENTRAL | REEL | LEE NEE AS ENCY ACTION COPY __DEPARTMENT OF STATE 2006 ADOMNIT TAKAN MANANANAN FOREIGN SERVICE DESPATCH January 51. 21, 1961 THE CHIESTEN

FEE COORDINATION WITH

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d. 🛠 Merten Again

The Merten case returned to Parliament this week. In the three months that had elapsed since it was first debated (JOINT-WEXIA #42) the case had lost some of its political dynamics but few of its complications. Revival of interest in Merten was caused by center opposition Eleftheria's publication lanuary 25 of a letter written by an official of the press division of the German Foreign Office Herr von Haase, to the editor of Hamburger Echo, the newspaper which had first printed the Merten charges of war-time collaboration against officials of the Greek Government and their families, including Under Secretary of Defense Themelis and the wife of Interior Minister Makris.

From the time the charges were published in late September of 1960 the German Process design stry, ander heavy pressure from the Greek Government, and wissued a statement that appeared to rejute Merten's allegations. In the meantime a statement that appeared to rejute Merten's allegations. In the meantime a statement that appeared to rejute Merten's allegations. In the meantime a statement that appeared to rejute Merten's had been filed by Merten, Themelis, Makris and Social Populist leader Stephanopoulos (who had been named by one German courts.) appeared sy the instigator of the Merten charges) in the Greek and German courts.

The Haase's letter to Scho, which Eleftheria triumphantly printed, was conclicus and seemed to be a retraction of the German Foreign winnstries briginal !refutation! of the Lerten charges. The opposition served on the letter to reopen parliamentary debate on the subject. All opposition Leaders beliabored the Government for !damaging Greece's international prestice! and attempting to "smother" the Lerten case by putting pressure on the German Government. Most opposition speakers called for the Government's resignation. Foreign Minister averoficand Deputy Premier Kanellopoulos, speaking for the Government claimed that the you Haase letter was a "private" communication and produced smole werbale from the Germans, dated January 29, 1961, reaffirming the German Lovernment's original statement on the Merten charges. When debate finity ended late on the night of January 26 many bitter words had been spoken and the series seemed farther than ever from a final resolution. (OFFICIAL UDE 2001)

Comment's The Merten charges linger like a brown cloud. The Government's real distinctive is not with merten, who is a sorry figure and enjoys no sympathy in pages, but with the memories he has aroused of deep war-time divisions among the Greeks, of the moral prists of the occupation and the accounts that were left misetiled when the Bandit War ruptured old loyalties and drew new battle lines. Whitever inwediate damage Merten may anflict on the Government's prestige is probably less damage core than the political atmosphere that he is helping to create an atmosphere in which the Government is increasingly isolated and the Communists increasingly respectable. (CONFIDENTIAL)

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